

Note for Young, Tracy

From: Selter, Neil
Date: Thu, Oct 26, 1995 12:13 PM
Subject: Van Program
To: Salzman, Michelle
Cc: Berner, Vicki; Thooho, Fred; Young, Tracy

Per your question what would be the cost of vans in 1997:
Currently we are paying interest on the remaining book value of \$7,600 and this declines each month (See figures on my spreadsheet)
This totals to approx. \$402 (Deprec) and \$21 (Interest) per month.

If we purchase a 1997 vehicle for approx. \$22,500 (with a 4% price increase each year since 1993) with interest at 6% then our initial payment will be:

Depreciation - \$450

Interest - \$113

As the book value decreases each month so will the interest payments.

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